

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 18, 2016

Certified Return Receipt 7014 2870 0001 4231 9692

Bromide Mining LLC 80 Southwest 8<sup>th</sup> Street, Suite 2000 Miami, Florida 33130

Subject: Returned Check, Bromide Mining LLC, Bromide Basin Mine, S/017/0031, Garfield

County, Utah

Dear Sir or Madame:

Enclosed is your original check number 1824 dated April 8, 2016, in the amount of \$2,948.00. This check was for the fines for cessation orders MC-2015-42-03 and MC-2015-42-06. The Division of Oil, Gas and Mining was contacted by Bromide Mining indicating that the fines had already been paid and the check. The Division agrees that these fines have already been paid and so is returning your check.

Please call me at 801-538-5261 if you have any questions.

Sincerely,

Paul B. Baker

Minerals Program Manager

PB: eb

P:\GROUPS\MINERALS\WP\M017-Garfield\S0170031-Bromidebasin\final\ReturnedFine.docm



| BROMIDE MINING LLC                           | 1824                           |
|--|--------------------------------|
| 80 SW 8TH ST STE 2000<br>MIAMI, FL 33130     | ATE April 8, 20/6 63-27/631 FI |
| PAY TO THE ORDER OF DIVISION OF Gas & Mining | \$ 2,948.0                     |
| This Thousand Nine Hundred For               | orty Eight Modollars A         |
| Bank of America **                           | 0 0                            |
| -OR MC-2015-42-03/MC-2015-42-06              |                                |

# UTAH DIVISION OF OIL, GAS AND MINING WORKSHEET FOR FINAL ASSESSMENT OF PENALTIES

COMPANY: Bromide Mining, LLC

PERMIT: S/017/0031 VIOLATION: MC-2015-42-03

DATE:

February 26, 2016

RECEIVED

DIV. OF OIL, GAS & A.

ASSESSMENT CONFERENCE OFFICER: Dana Dear

|     |                             |              | Proposed<br>Assessment | Final<br>Assessment |
|-----|-----------------------------|--------------|------------------------|---------------------|
| (1) | History/Previous Violations |              | 5                      | 5                   |
| (2) | Seriousness                 |              | 25                     | 20                  |
| (3) | Negligence                  |              | 15                     | 10                  |
| (4) | Good Faith                  |              | 0                      |                     |
|     |                             | Total Points | 45                     | 25                  |

TOTAL ASSESSED FINE \$528.00

#### **Explanation:**

The negligence points were reduced and good faith given because new management is in place and they have purchased new liners and have better oil storage and cleanup plans in place.

If similar violations occur in the future, there will be no lenience.

#### UTAH DIVISION OF OIL, GAS AND MINING WORKSHEET FOR FINAL ASSESSMENT OF PENALTIES

COMPANY: Bromide Mining, LLC

PERMIT: S/017/0031 VIOLATION: MC-2015-42-06

DATE: February 26, 2016

ASSESSMENT CONFERENCE OFFICER: Dana Dean



|     |                             |              | Proposed<br>Assessment | Final<br>Assessment |
|-----|-----------------------------|--------------|------------------------|---------------------|
| (1) | History/Previous Violations |              | 2                      | 2                   |
| (2) | Seriousness                 |              | 40                     | 40                  |
| (3) | Negligence                  |              | 23                     | 10                  |
| (4) | Good Faith                  |              | 0                      | -10                 |
|     |                             | Total Points | 65                     | 42                  |

TOTAL ASSESSED FINE \$2,420.00

### **Explanation:**

The negligence points were reduced and good faith given because new management is in place and they have provided a new NOI and the required surety. They have been very cooperative with Wayne and have done all they can to become familiar with and abide by Utah and BLM rules.

If similar violations occur in the future, there will be no lenience.

#### **Camille Wilkinson**

From: Sent: s.scott@bromidemining.com Friday, April 08, 2016 9:44 AM

To:

Camille Wilkinson

Cc:

Erick Gadea; accountspayable@bromidemining.com

Subject:

FW: Final Assessment of MC-2015-42-03 and MC-2015-42-06

**Attachments:** 

20160226154915.pdf

Hi Camille.

Please can will process payment for the violation. I have had an informal hearing with D.G.O.M and reduced the amounts.

----Original Message----

From: "Dana Dean" <danadean@utah.gov> Sent: Friday, February 26, 2016 5:52pm

To: s.scott@bromidemining.com, b.jansen@bromidemining.com, e.goldgraber@bromidemining.com

Cc: "Lynn Kunzler" <lynnkunzler@utah.gov>, "Wayne Western"
<waynewestern@utah.gov>, "Paul Baker" <paulbaker@utah.gov>,

"Emily Berry" <emilyberry@utah.gov>

Subject: Final Assessment of MC-2015-42-03 and MC-2015-42-06

Based on today's conference and the fact that new management is taking action to update permits and improve oil handling practices, I am lowering the points for the two NOVs as described in the attached Final Assessments.

Within fifteen (15) days of your receipt of this email, you or your agent may make a written appeal to the Board of Oil, Gas and Mining. To do so, you must escrow the assessed civil penalties with the Division within thirty (30) days of receipt of this letter, but in all cases prior to the Board Hearing. Failure to comply with this requirement will result in a waiver of your right of further recourse.

If no timely appeal is made, this assessed civil penalty of \$2,948 must be tendered within thirty (30) days of your receipt of this letter. Please remit payment to the Division of Oil, Gas and Mining, c/o Vickie Southwick at 1594 West North Temple Salt Lake City, UT 84116.

Thank you,

' Dana

Dana Dean, P.E. Associate Director - Mining Utah Division of Oil, Gas and Mining ogm.utah.gov

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